



GARY R. HERBERT
Governor

GREGORY S. BELL
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

February 12, 2013

CERTIFIED RETURN RECEIPT
7011 0110 0001 3568 0789

Jeff Sagers
Southwest Stone
2421 West 350 North
Hurricane, Utah 84737

Subject: Withdrawal of Notice of Intention to Commence Small Mining Operations, Southwest Stone, RMS 1/Mtn Spring Peak Mine, S/021/0024, Iron County, Utah

Dear Mr. Sagers:

Pursuant to UCA 40-8-16(b) and R647-3-111.1.11, effective immediately, the Notice of Intention to Conduct Small Mining Operations for the RMS 1/Mtn. Spring Peak mine is withdrawn. You no longer have authority to conduct mining related activities or removal of product from the site.

The Division is taking this action at this time, since you have failed to provide the annual permit fees for 2008, 2009, and 2010; failed to provide adequate reclamation surety; and the BLM has now reclaimed the site and withdrawn their authorization for you to continue operations at the site.

You have a right to appeal this action and request a formal hearing on the matter. To do so, you must file a written request to appeal within 15 days of your receipt of this notice. Contact Julie Ann Carter, Administrative Secretary, at 801-538-5277, if you wish to exercise your right to appeal this decision before the Board of Oil, Gas and Mining. She can provide you with appropriate guidance and assistance in preparing your formal Hearing request. Your failure to file such a request may preclude you from further participation, appeal, or judicial review with regard to this action. If you choose not to appeal this action, the Division's decision will become final.

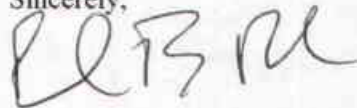
Should you desire to mine at this location in the future, you will need to file a new Notice of Intention, and provide an adequate reclamation surety prior to beginning mining operations.



Page 2 of 2
Jeff Sagers
S/021/0024
February 12, 2013

Please call Wayne Western at 801-538-5263 or Paul Baker at 801-538-5261 if you have questions about this letter.

Sincerely,

A handwritten signature in dark ink, appearing to read 'P. Baker', written in a cursive style.

Paul B. Baker
Minerals Program Manager

PBB: Lk: eb
cc: Ed Ginouves, BLM (eginouves@blm.gov)
P:\GROUPS\MINERALS\WP\M021-Iron\S0210024-RMS1-MtnSpringPeak\Final\withdraw-02112013.doc